

**CONTRACT #7**  
**RFS # 331.03-077**

**Department of Education**

**VENDOR:**  
**Pearson Educational**  
**Measurement**



STATE OF TENNESSEE  
**DEPARTMENT OF EDUCATION**  
6<sup>th</sup> FLOOR, ANDREW JOHNSON TOWER  
710 JAMES ROBERTSON PARKWAY  
NASHVILLE, TN 37243-0375

**PHIL BREDESEN**  
GOVERNOR

**LANA C. SEIVERS, Ed.D.**  
COMMISSIONER

To: Ms. Leni Chick, Fiscal Review  
From: Lana C. Seivers, Commissioner *LCS 2/10*  
Date: May 9, 2006  
RE: Request to appear before Fiscal Review Committee

**RECEIVED**  
MAY 09 2006  
**FISCAL REVIEW**

Please consider the enclosed request to appear before the Fiscal Review Committee to answer any questions regarding the proposed Non-Competitive Amendment to FA-05-16190-00 – Contract with Pearson Educational Measurement.

The proposed amendment will delete three (3) End of Course Assessments from the original contract deliverables. We will also be making clarifications and corrections to the scope of services which will include moving deliverables from the summer of year one of the contract to the end of the contract due to a delay in the beginning date of the contract. We will also be increasing quantities of deliverables in order to prepare for a vendor transition period at contract's end.

Thank you for your consideration to our request.

# REQUEST: NON-COMPETITIVE AMENDMENT

APPROVED

 Commissioner of Finance & Administration  
 Date:

 EACH REQUEST ITEM BELOW MUST BE DETAILED OR ADDRESSED AS REQUIRED.

1) RFS # 331.03-077-04

2) State Agency Name : Department of Education

## EXISTING CONTRACT INFORMATION

3) Service Caption : High School Gateway and End of Course Tests

4) Contractor : Pearson Educational Measurement

5) Contract # FA-05-16190-00

6) Contract Start Date : August 11, 2004

 7) Current Contract End Date IF all Options to Extend the Contract are Exercised : September 30, 2004

 8) Current Total Maximum Cost IF all Options to Extend the Contract are Exercised : \$24,465,229.42

## PROPOSED AMENDMENT INFORMATION

 9) Proposed Amendment # 1

 10) Proposed Amendment Effective Date : June 1, 2006  
 (attached explanation required if date is < 60 days after F&A receipt)

 11) Proposed Contract End Date IF all Options to Extend the Contract are Exercised : September 30, 2009

 12) Proposed Total Maximum Cost IF all Options to Extend the Contract are Exercised : \$19,118,512.00

 13) Approval Criteria : (select one)  
☒ use of Non-Competitive Negotiation is in the best interest of the state  
☐ only one uniquely qualified service provider able to provide the service

## 14) Description of the Proposed Amendment Effects & Any Additional Service :

This amendment will delete End of Course Assessments for Algebra II, Geometry and Chemistry from the deliverables for this contract in FY06 through FY09. Deleting these assessments will save the state \$5,407,537.46 The initial contract was the result of an RFP. As originally written in the RFP, the contract would have begun in February, 2004. The actual contract start date was August 11, 2004. The February 2004 start date would have allowed time for a new vendor to begin working with TDOE curriculum and assessment staff in developing items in these new content areas for field testing in the spring of 2006. Since the contract was not awarded until August 2004, this delayed item development.

Test development is an approximate two (2) year process, followed by pilot item field tests usually administered in the spring prior to an operational assessment. At this time, TDOE is postponing the three End of Course assessments and will include them in the RFP for these services in 2008.

The following are additional corrections/clarifications to the contract as indicated on the attached spreadsheet:

	Content areas not covered by product
	Delete deliverables for summer from projections for 2004/2005, this contract began with the fall test. Insert projections and funds into FY10. Quantities and costs are same as established through RFP. Overall net cost \$54,347.91
	Increase quantities for deliverables at end of contract in preparation of vendor transition after RFP contract award. Additional cost \$275,623.50
	Modification of Braille, includes changes to development timeline, including new test keys; price reduction for End of Course test books; addition of EOC master development; and, reduction in quantity of audio tapes for Braille. Overall net savings \$15,033.35
	Deletion of audio tapes for regular tests. Net savings \$438,329.20
	TDOE has identified an opportunity to combine the EOC and GW Test Administration Manual into one document. Establish one deliverable for Test Administration Manual and combine needed quantities. Additional Cost \$49,439.87 on Gateway line item reflected on the summary of proposed changes. Overall net savings on TAM is \$135,764.53, determined by subtracting the Gateway TAM variance from the EOC TAM variance on the Amended cost proposal.
	This contract established an online testing feasibility study for End of Course; this was conducted in 2005. This amendment requests the addition of a 2nd study for Gateway at the same cost as determined through the RFP. Additional Cost \$60,663.79
	Deletion of deliverables related to Algebra II, Geometry, and Chemistry. Content area End of Course Assessments postponed for curriculum review. Savings \$5,407,537.46

Total Net Savings: \$5,346,717.42

The clarifications/corrections cross over and have dual impact on many of the deliverables for this contract. Savings/Costs indicated in the chart have been separated by description and do not reflect the bottom line for specific deliverables.

#### 15) Explanation of Need for the Proposed Amendment :

This contract is the result of an RFP, the scope of services was written based upon TDOE's existing contract. This amendment will provide clarifications regarding TDOE intent and avoid any contract disputes with a new vendor. The first 18 months of this contract have been spent working toward transition to the new vendor and TDOE wants to ensure that the contract clearly reflects the needs of the state. This amendment will provide the following:

1. Clarify the scope of services to clearly reflect the state's intentions.
2. Move deliverables initially projected for summer of 2004 to the end of the contract.
3. Adjust deliverables and funding to properly reflect the fiscal years covered by the contract.
4. Prepare for a possible transition to another vendor at the end of this contract. These services will again be procured using a RFP. This amendment increases quantities of materials to allow for timelines required for providing data to a new vendor, test development, and printing required during the first year of a new contract.
5. This amendment will correct an oversight in planning Braille development. The RFP and contract specified that Braille development would take place every other year. The cost proposal line item specified Gateway and did not reflect End of Course Braille development. TDOE has worked with the vendor to receive a reduction in cost of the Gateway Braille

development as well as End of Course Braille test books. This amendment adds appropriate timelines for Braille development.

6. The RFP provided for audio tapes for both regular and Braille assessments. TDOE has determined that students utilizing the regular test, do not need an audio tape. Also, special accommodations for students with disability do not provide for the use of an audio tape except with the Braille version. This amendment will delete the audio tapes for the regular assessments and lower the number of audio tapes projected for use with Braille.
7. This amendment will remove three undeveloped End of Course assessments from the contract. Implementation of these assessments is not on a required timeline. TDOE will include their development in the next contract by which time our curriculum review and revision will have been completed.

**16) Name & Address of Contractor's Current Principal Owner(s) :**  
(not required if proposed contractor is a state education institution)

Pearson Educational Measurement

2510 Dodge Street, Iowa City, IA 52245

**17) Documentation of Office for Information Resources Endorsement :**  
(required only if the subject service involves information technology)

select one:



Documentation Not Applicable to this Request



Documentation Attached to this Request

**18) Documentation of Department of Personnel Endorsement :**  
(required only if the subject service involves training for state employees)

select one:



Documentation Not Applicable to this Request



Documentation Attached to this Request

**19) Documentation of State Architect Endorsement :**  
(required only if the subject service involves construction or real property related services)

select one:



Documentation Not Applicable to this Request



Documentation Attached to this Request

**20) Description of Procuring Agency Efforts to Identify Reasonable, Competitive, Procurement Alternatives :**

The original costs of all deliverables were established in the Cost Proposal for the RFP. There are no new services being added with this amendment. TDOE has negotiated with the vendor to either maintain or reduce costs as established within the original contract for deliverables where deliverables have been modified and/or quantities have been increased.

**21) Justification for the Proposed Non-Competitive Amendment :**

In 2005 TDOE underwent a federal peer review for compliance with the No Child Left Behind Act (NCLB). This review has given TDOE new direction regarding our curriculum and assessments. At this time, TDOE has contracted with an outside vendor for a detailed review and subsequent revision of the state's curriculum. There have been several revisions to existing curriculum which impact assessments. Test development is an approximate two (2) year process that includes review of the curriculum, item writing, item review by Tennessee educators, item selection, field testing, and item data analysis and review prior to inclusion in an operational test form.

In response to TCA 49-1-608 establishing end of course assessments, the state board implemented the High School Examinations Policy in 1992. The requirements for end of course assessments established by the board included the three Gateway assessments in Algebra, Biology, and English II. The policy stipulated that the Gateway assessments were to be operational in 2001-2002. The RFP was written with the understanding that TDOE was required to administer end of course assessments in ten (10) content areas. TDOE has determined that board policy does not establish a required timeline for the implementation of the assessments for Algebra II, Geometry, and Chemistry. With the curriculum review underway, TDOE is postponing the development of these additional end of course assessments. These content areas will be included in the RFP for scheduled to be released in the fall of 2008.

Additionally, prior to this contract, TDOE has utilized the same test vendor for over 20 years, we have never transitioned between vendors. The RFP went through several drafts in an effort to allow for a competitive bid process that would encourage other vendors to respond. With the award of this contract to a new testing vendor, we have spent the first 18 months working on transition, establishing new methods for editing assessment data, changes in reporting for students, teachers, and systems, and other issues that we had not expected.

Finally, in preparation for the transition between contracts and possibly vendors at the end of this contract, we are requesting to increase deliverables that are provided on an annual basis.

**REQUESTING AGENCY HEAD SIGNATURE & DATE :**

(must be signed & dated by the ACTUAL procuring agency head as detailed on the Signature Certification on file with OCR— signature by an authorized signatory will be accepted only in documented exigent circumstances)

*Lance C. Seimund*  
Agency Head Signature

*5/9/06*  
Date

**AMENDMENT # 01  
TO CONTRACT FA-05-16190-00**

This Contract, by and between the State of Tennessee, DEPARTMENT OF EDUCATION, hereinafter referred to as the State, and PEARSON EDUCATIONAL MEASUREMENT, hereinafter referred to as the Contractor, is hereby amended as follows:

1. Delete Section C.1 in its entirety and replace with the following:

C.1. **Maximum Liability.** In no event shall the maximum liability of the State under this Contract exceed Nineteen million forty-four thousand four hundred four dollars and forty seven cents (\$19,044,404.47). The Service Rates in Section C.3 shall constitute the entire compensation due the Contractor for the Service and all of the Contractor's obligations hereunder regardless of the difficulty, materials or equipment required. The Service Rates include, but are not limited to, all applicable taxes, fees, overheads, and all other direct and indirect costs incurred or to be incurred by the Contractor.

The Contractor is not entitled to be paid the maximum liability for any period under the Contract or any extensions of the Contract for work not requested by the State. The maximum liability represents available funds for payment to the Contractor and does not guarantee payment of any such funds to the Contractor under this Contract unless the State requests work and the Contractor performs said work. In which case, the Contractor shall be paid in accordance with the Service Rates detailed in Section C.3. The State is under no obligation to request work from the Contractor in any specific dollar amounts or to request any work at all from the Contractor during any period of this Contract.

2. Delete Section C.3 in its entirety and replace with the following:

C.3. **Payment Methodology.** The Contractor shall be compensated based on the Service Rates herein for units of service authorized by the State in a total amount not to exceed the Contract Maximum Liability established in Section C.1. The Contractor's compensation shall be contingent upon the satisfactory completion of units of service or project milestones defined in Section A. The Contractor shall be compensated based upon the following Service Rates:

<b>Product Description</b>	<b>Cost</b>
<b>Gateway On-Line Item Samplers</b>	<b>Per Sampler</b>
8/1/04-6/30/05	<b>\$14,888.80</b>
7/1/06-6/30/07	<b>\$17,572.81</b>
7/1/08-6/30/09	<b>\$9,709.69</b>
<b>Gateway Practice Test (regular print)</b>	<b>Per test</b>
8/1/04-6/30/05	<b>\$0.28</b>
7/1/05-6/30/06	<b>\$0.34</b>
7/1/06-6/30/07	<b>\$0.34</b>
7/1/07-6/30/08	<b>\$0.35</b>
7/1/08-6/30/09	<b>\$0.34</b>
7/1/09-9/30/09	<b>\$0.34</b>
<b>Gateway Large Print Practice Test</b>	<b>Per test</b>
8/1/04-6/30/05	<b>\$90.82</b>
7/1/05-6/30/06	<b>\$84.13</b>
7/1/06-6/30/07	<b>\$82.20</b>

7/1/07-6/30/08	\$81.40
7/1/08-6/30/09	\$74.63
7/1/09-9/30/09	\$74.63
<b>Gateway Braille Practice Test (development)</b>	<b>Per test</b>
8/1/04-6/30/05	\$5,165.34
7/1/06-6/30/07	\$5,215.21
7/1/08-6/30/09	\$3,167.11
<b>Gateway Braille Practice Test</b>	<b>Per test</b>
8/1/04-6/30/05	\$545.68
7/1/05-6/30/06	\$561.22
7/1/06-6/30/07	\$539.97
7/1/07-6/30/08	\$559.61
7/1/08-6/30/09	\$555.47
7/1/09-9/30/09	\$555.47
<b>Gateway Braille Practice Test Audio Tape Version (master)</b>	<b>Per Content Area</b>
7/1/04-6/30/05	\$6,237.24
7/1/06-6/30/07	\$6,641.58
7/1/08-6/30/09	\$5,531.67
<b>Gateway Braille Practice Test Audio Tape Version</b>	<b>Per audio tape</b>
8/1/04-6/30/05	\$113.62
7/1/05-6/30/06	\$73.70
7/1/06-6/30/07	\$74.92
7/1/07-6/30/08	\$73.60
7/1/08-6/30/09	\$77.81
7/1/09-9/30/09	\$77.81
<b>EOC On-Line Brochure</b>	<b>Per program</b>
8/1/04-6/30/05	\$4,692.51
7/1/06-6/30/07	\$6,619.72
7/1/08-6/30/09	\$2,800.01
<b>Parent/Teacher Brochure</b>	<b>Per brochure</b>
8/1/04-6/30/05	\$0.19
7/1/05-6/30/06	\$0.14
7/1/06-6/30/07	\$0.12
7/1/07-6/30/08	\$0.11
7/1/08-6/30/09	\$0.11
<b>Parent/Teacher Brochures (electronic version, inc. development costs)</b>	<b>Total Cost</b>
8/1/04-6/30/05	\$7,415.00
7/1/05-6/30/06	\$6,950.00
7/1/06-6/30/07	\$7,167.00
7/1/07-6/30/08	\$7,392.00
7/1/08-6/30/09	\$7,916.00



<b>Test Administration Manual</b>	<b>Per manual</b>
8/1/04-6/30/05	\$2.60
7/1/05-6/30/06	\$3.60
7/1/06-6/30/07	\$2.33
7/1/07-6/30/08	\$2.30
7/1/08-6/30/09	\$2.27
7/1/09-9/30/09	\$2.27
<b>Gateway Test Booklets</b>	<b>Per test</b>
8/1/04-6/30/05	\$1.18
7/1/05-6/30/06	\$1.28
7/1/06-6/30/07	\$1.29
7/1/07-6/30/08	\$1.14
7/1/08-6/30/09	\$1.12
7/1/09-9/30/09	\$1.12
<b>Gateway Large Print Test Booklets</b>	<b>Per test</b>
8/1/04-6/30/05	\$111.97
7/1/05-6/30/06	\$101.79
7/1/06-6/30/07	\$101.78
7/1/07-6/30/08	\$97.38
7/1/08-6/30/09	\$94.80
7/1/09-9/30/09	\$94.80
<b>Braille Test Booklet (development and sight review)</b>	<b>Per test</b>
8/1/04-6/30/05	\$20,778.03
7/1/05-6/30/06	\$21,609.15
7/1/06-6/30/07	\$22,473.52
7/1/07-6/30/08	\$23,372.46
7/1/08-6/30/09	\$18,092.08
<b>Gateway Braille Test Booklet</b>	<b>Per test</b>
8/1/04-6/30/05	\$600.71
7/1/05-6/30/06	\$580.99
7/1/06-6/30/07	\$573.00
7/1/07-6/30/08	\$579.23
7/1/08-6/30/09	\$574.41
7/1/09-9/30/09	\$574.41
<b>Gateway Braille Audio Tape Version (master)</b>	<b>Per content area</b>
8/1/04-6/30/05	\$7,099.38
7/1/06-6/30/07	\$7,376.63
7/1/08-6/30/09	\$5,912.36
<b>Gateway Braille Audio Tape Version</b>	<b>Per tape sets</b>
8/1/04-6/30/05	\$16.90
7/1/05-6/30/06	\$16.26
7/1/06-6/30/07	\$13.18

7/1/07-6/30/08	\$13.60
7/1/08-6/30/09	\$14.36
7/1/09-9/30/09	\$14.36
<b>EOC Test Booklets</b>	<b>Per test</b>
8/1/04-6/30/05	\$0.76
7/1/05-6/30/06	\$0.79
7/1/06-6/30/07	\$1.28
7/1/07-6/30/08	\$1.10
7/1/08-6/30/09	\$1.06
7/1/09-9/30/09	\$1.06
<b>EOC Large Print Test Booklets</b>	<b>Per test</b>
8/1/04-6/30/05	\$32.05
7/1/05-6/30/06	\$30.78
7/1/06-6/30/07	\$23.47
7/1/07-6/30/08	\$22.99
7/1/08-6/30/09	\$22.98
7/1/09-9/30/09	\$22.98
<b>EOC Braille Test Booklets</b>	<b>Per test</b>
8/1/04-6/30/05	\$1,274.64
7/1/05-6/30/06	\$916.44
7/1/06-6/30/07	\$664.91
7/1/07-6/30/08	\$657.39
7/1/08-6/30/09	\$705.28
7/1/09-9/30/09	\$705.28
<b>EOC Braille Audio Tape Version (master)</b>	<b>Per content area</b>
8/1/04-6/30/05	\$7,065.67
7/1/06-6/30/07	\$4,161.82
7/1/08-6/30/09	\$3,843.30
<b>EOC Braille Audio Tape Version</b>	<b>Per tape sets</b>
8/1/04-6/30/05	\$12.34
7/1/05-6/30/06	\$12.64
7/1/06-6/30/07	\$10.09
7/1/07-6/30/08	\$10.58
7/1/08-6/30/09	\$10.91
7/1/09-9/30/09	\$10.91
<b>EOC/GTWY CD-ROM Version</b>	<b>Per CD</b>
8/1/04-6/30/05	\$3.84
7/1/05-6/30/06	\$4.32
7/1/06-6/30/07	\$3.18
7/1/07-6/30/08	\$3.30
7/1/08-6/30/09	\$3.53
7/1/09-9/30/09	\$3.53

<b>Cut Sheet Answer Document</b>	<b>Per sheet</b>
8/1/04-6/30/05	\$0.10
7/1/05-6/30/06	\$0.14
7/1/06-6/30/07	\$0.14
7/1/07-6/30/08	\$0.13
7/1/08-6/30/09	\$0.13
7/1/09-9/30/09	\$0.13
<b>Continuous Feed Answer Documents</b>	<b>Per sheet</b>
8/1/04-6/30/05	\$0.14
7/1/05-6/30/06	\$0.14
7/1/06-6/30/07	\$0.14
7/1/07-6/30/08	\$0.13
7/1/08-6/30/09	\$0.13
<b>Answer Document Envelopes</b>	<b>Per envelope</b>
8/1/04-6/30/05	\$0.34
7/1/05-6/30/06	\$0.42
7/1/06-6/30/07	\$0.41
7/1/07-6/30/08	\$0.39
7/1/08-6/30/09	\$0.39
7/1/09-9/30/09	\$0.39
<b>Test Scoring Keys</b>	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$729.57
7/1/05-6/30/06	\$1,129.67
7/1/06-6/30/07	\$951.04
7/1/07-6/30/08	\$760.82
7/1/08-6/30/09	\$790.97
7/1/09-9/30/09	\$790.97
<b>Software Programming</b> (includes front-end/back-end software for scanners, editing, reporting)	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$17,678.50
7/1/05-6/30/06	\$13,027.91
7/1/06-6/30/07	\$10,586.79
7/1/07-6/30/08	\$11,103.20
7/1/08-6/30/09	\$11,658.77
7/1/09-9/30/09	\$11,658.77
<b>Score Verification Data</b> (includes all assessed tests)	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$174.55
7/1/05-6/30/06	\$103.70
7/1/06-6/30/07	\$107.85
7/1/07-6/30/08	\$112.17
7/1/08-6/30/09	\$126.36
7/1/09-9/30/09	\$126.36

<b>Data File for Production</b>	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$122.19
7/1/05-6/30/06	\$103.70
7/1/06-6/30/07	\$107.85
7/1/07-6/30/08	\$112.17
7/1/08-6/30/09	\$126.36
7/1/09-9/30/09	\$126.36
<b>Calibration Sample Data</b>	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$619.21
7/1/05-6/30/06	\$612.62
7/1/06-6/30/07	\$629.02
7/1/07-6/30/08	\$645.95
7/1/08-6/30/09	\$673.13
7/1/09-9/30/09	\$673.13
<b>Reliability Assurances</b>	<b>Cost per content per admin</b>
8/1/04-6/30/05	\$6,188.38
7/1/05-6/30/06	\$6,315.02
7/1/06-6/30/07	\$6,468.63
7/1/07-6/30/08	\$6,626.89
7/1/08-6/30/09	\$6,799.66
7/1/09-9/30/09	\$6,799.66
<b>Equating Procedures and Results</b>	<b>Cost per content per year</b>
7/1/05-6/30/06	\$42,795.00
7/1/06-6/30/07	\$43,754.52
7/1/07-6/30/08	\$44,812.37
7/1/08-6/30/09	\$45,902.08
7/1/09-9/30/09	\$47,053.74
<b>Technical Report</b> (includes all assessed tests)	<b>Total cost for 10 copies</b>
7/1/05-6/30/06	\$94,658.52
7/1/06-6/30/07	\$96,280.80
7/1/07-6/30/08	\$98,647.24
7/1/08-6/30/09	\$101,085.93
7/1/09-9/30/09	\$103,890.34
<b>Gateway Mathematics Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$52,461.32
7/1/05-6/30/06	\$42,278.15
7/1/06-6/30/07	\$57,686.71
7/1/07-6/30/08	\$59,153.81
7/1/08-6/30/09	\$60,957.49
<b>Gateway Science Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>

8/1/04-6/30/05	\$55,642.84
7/1/05-6/30/06	\$43,083.72
7/1/06-6/30/07	\$63,041.47
7/1/07-6/30/08	\$65,039.64
7/1/08-6/30/09	\$66,589.29
<b>Gateway Language Arts Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$96,496.72
7/1/05-6/30/06	\$91,531.74
7/1/06-6/30/07	\$100,525.15
7/1/07-6/30/08	\$102,622.68
7/1/08-6/30/09	\$105,876.75
<b>EOC Math Foundations II Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$61,157.21
7/1/05-6/30/06	\$44,346.20
7/1/06-6/30/07	\$71,462.64
7/1/07-6/30/08	\$73,675.56
7/1/08-6/30/09	\$75,446.43
<b>EOC English I Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$94,378.65
7/1/05-6/30/06	\$89,852.36
7/1/06-6/30/07	\$99,180.81
7/1/07-6/30/08	\$101,247.20
7/1/08-6/30/09	\$104,469.19
<b>EOC US History Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$60,665.89
7/1/05-6/30/06	\$55,213.32
7/1/06-6/30/07	\$63,639.05
7/1/07-6/30/08	\$64,845.39
7/1/08-6/30/09	\$66,775.11
<b>EOC Physical Science Item Bank</b> (includes items approved by passage & item reviews)	<b>Total cost per year</b>
8/1/04-6/30/05	\$56,314.26
7/1/05-6/30/06	\$43,169.88
7/1/06-6/30/07	\$63,648.35
7/1/07-6/30/08	\$65,267.54
7/1/08-6/30/09	\$67,227.88
<b>Passage Content and Bias Reviews</b>	<b>Total cost per meeting</b>
8/1/04-6/30/05	\$19,644.65

7/1/05-6/30/06	\$20,349.21
7/1/06-6/30/07	\$21,035.63
7/1/07-6/30/08	\$21,319.98
7/1/08-6/30/09	\$21,445.30
<b>Item Content and Bias Reviews</b>	<b>Total cost per meeting</b>
8/1/04-6/30/05	\$5,240.37
7/1/05-6/30/06	\$12,148.32
7/1/06-6/30/07	\$13,724.44
7/1/07-6/30/08	\$13,926.15
7/1/08-6/30/09	\$14,156.53
7/1/09-9/30/09	\$14,156.53
<b>Annual Work Plan</b> (including teleconference)	<b>Total cost per year</b>
8/1/04-6/30/05	\$83,301.19
7/1/05-6/30/06	\$48,315.36
7/1/06-6/30/07	\$81,797.94
7/1/07-6/30/08	\$83,694.63
7/1/08-6/30/09	\$86,098.33
<b>Standard Setting</b> (includes all reviews, panels, materials)	<b>Per Content</b>
8/1/06-7/31/07	\$54,262.93
<b>On-line Feasibility Study</b>	<b>Total cost for report</b>
8/1/05-7/31/06	\$60,663.79
8/1/06-7/31/07	\$60,663.79
<b>Teacher Header</b>	<b>Per header</b>
8/1/04-6/30/05	\$0.11
7/1/05-6/30/06	\$0.08
7/1/06-6/30/07	\$0.08
7/1/07-6/30/08	\$0.08
7/1/08-6/30/09	\$0.08
7/1/09-9/30/09	\$0.08
<b>School Listings</b>	<b>Per listings</b>
8/1/04-6/30/05	\$0.18
7/1/05-6/30/06	\$0.13
7/1/06-6/30/07	\$0.13
7/1/07-6/30/08	\$0.12
7/1/08-6/30/09	\$0.13
7/1/09-9/30/09	\$0.13
<b>Gateway Student Level Report - Student Label</b>	<b>Per student</b>
8/1/04-6/30/05	\$0.02
7/1/05-6/30/06	\$0.02
7/1/06-6/30/07	\$0.02
7/1/07-6/30/08	\$0.02
7/1/08-6/30/09	\$0.02

7/1/09-9/30/09	\$0.02
<b>Gateway Student Level Report - Individual Student Report</b>	<b>Per student</b>
8/1/04-6/30/05	\$0.17
7/1/05-6/30/06	\$0.15
7/1/06-6/30/07	\$0.17
7/1/07-6/30/08	\$0.16
7/1/08-6/30/09	\$0.16
7/1/09-9/30/09	\$0.16
<b>EOC Student Level Report - Individual Student Report</b>	<b>Per student</b>
8/1/04-6/30/05	\$0.17
7/1/05-6/30/06	\$0.23
7/1/06-6/30/07	\$0.18
7/1/07-6/30/08	\$0.17
7/1/08-6/30/09	\$0.16
7/1/09-9/30/09	\$0.16
<b>Gateway School Level Reports</b>	<b>Per School</b>
8/1/04-6/30/05	\$3.30
7/1/05-6/30/06	\$3.00
7/1/06-6/30/07	\$3.56
7/1/07-6/30/08	\$4.03
7/1/08-6/30/09	\$4.23
7/1/09-9/30/09	\$4.23
<b>EOC School Level Reports</b>	<b>Per School</b>
8/1/04-6/30/05	\$2.06
7/1/05-6/30/06	\$2.58
7/1/06-6/30/07	\$2.13
7/1/07-6/30/08	\$2.16
7/1/08-6/30/09	\$2.24
7/1/09-9/30/09	\$2.24
<b>Gateway System Level Reports</b>	<b>Per system</b>
8/1/04-6/30/05	\$4.24
7/1/05-6/30/06	\$3.69
7/1/06-6/30/07	\$4.05
7/1/07-6/30/08	\$5.14
7/1/08-6/30/09	\$4.56
7/1/09-9/30/09	\$4.56
<b>EOC System Level Reports</b>	<b>Per system</b>
8/1/04-6/30/05	\$3.73
7/1/05-6/30/06	\$2.04
7/1/06-6/30/07	\$2.01
7/1/07-6/30/08	\$2.48
7/1/08-6/30/09	\$2.23

## CONTRACT SUMMARY SHEET

RFS Number:	331.03-077 (05)		Contract Number:		FA-05-76190-00	
State Agency:	Department of Education		Division:		Assessment and Evaluation	
Contractor			Contractor Identification Number			
Pearson Educational Measurement			V- C-		41-0850527	
Service Description						
High School Gateway and End-of-Course Tests						
Contract Begin Date			Contract End Date			
August 11, 2004			September 30, 2009			
Allotment Code	Cost Center	Object Code	Fund	Grant	Grant Code	Subgrant Code
331.03	475	83	25	on STARS		
FY	State Funds	Federal Funds	Interdepartmental Funds	Other Funding	Total Contract Amount include ALL amendments	
2005		\$3,545,007.66			\$3,545,007.66	
2006		\$5,327,792.47			\$5,327,792.47	
2007		\$5,307,818.27			\$5,307,818.27	
2008		\$4,974,336.23			\$4,974,336.23	
2009		\$5,310,274.80			\$5,310,274.80	
					\$0.00	
Total	\$0.00	\$24,465,229.42	\$0.00	\$0.00	\$24,465,229.42	
CFDA Number:			Check the box (below) ONLY if the answer is YES			
State Fiscal Contact			Is the Contractor a SUBRECIPIENT? (per OMB A-133)			
Name:	Mary Reel		Is the Contractor a VENDOR? (per OMB A-133)			
Address:	6th Floor, Andrew Johnson Tower		Is the Fiscal Year Funding STRICTLY LIMITED?			
Phone:	615-532-3027		Is the Contractor on STARS?			
Procuring Agency Budget Officer Signature			Is the Contractor's FORM W-9 ATTACHED?			
			Is the Contractor's Form W-9 Filed with Accounts?			
COMPLETE FOR ALL AMENDMENTS (only)			Funding Certification			
			Pursuant to T.C.A., Section 9-6-113, I, M. D. Goetz, Jr., Commissioner of Finance and Administration, do hereby certify that there is a balance in the appropriation from which this obligation is required to be paid that is not otherwise encumbered to pay obligations previously incurred.			
	Base Contract & Prior Amendments	This Amendment ONLY				
End Date >						
FY						
FY						
FY						
FY						
FY						
FY						
Totals:	\$0.00	\$0.00				

OCR RELEASED

NOV 17 2004

TO ACCOUNTS

PROCESSED

NOV 29 2004

DIRECTOR OF ACCOUNTS

RECEIVED  
 NOV 15 PM 3:02  
 CLERK OF THE COURT  
 JUDICIAL SERVICES